

UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA

SECURITIES AND EXCHANGE
COMMISSION,

Case No. C-07-03444 JF (JCS)

Plaintiff(s),

v.

**NOTICE OF SETTLEMENT
CONFERENCE AND SETTLEMENT
CONFERENCE ORDER**

MARK LESLIE, ET AL.,

Defendant(s).

TO ALL PARTIES AND COUNSEL OF RECORD:

The above matter was referred to Magistrate Judge Joseph C. Spero for settlement purposes.

You are hereby notified that a Settlement Conference is scheduled for **May 21, 2008, at 9:30 a.m.**, in Courtroom A, 15th Floor, Federal Building, 450 Golden Gate Avenue, San Francisco, California 94102.

It is the responsibility of counsel to ensure that whatever discovery is needed for all sides to evaluate the case for settlement purposes is completed by the date of the Settlement Conference.

Counsel shall cooperate in providing discovery informally and expeditiously.

Lead trial counsel shall appear at the Settlement Conference with the parties. Any party who is not a natural person shall be represented by the person(s) with **unlimited** authority to negotiate a settlement. A person who needs to call another person not present before agreeing to any settlement does not have full authority. If a party is a governmental entity, its governing body shall designate one of its members or a senior executive to appear at the Settlement Conference with authority to participate in the Settlement Conference and, if a tentative settlement agreement is reached, to

1 recommend the agreement to the governmental entity for its approval. An insured party shall appear
 2 with a representative of the carrier with full authority to negotiate up to the limits of coverage.
 3 Personal attendance of a party representative will rarely be excused by the Court, and then only upon
 4 separate written application demonstrating substantial hardship served on opposing counsel and
 5 lodged as early as the basis for the hardship is known but no later than the Settlement Conference
 6 Statement.

7 **Each party shall prepare a Settlement Conference Statement, which must be LODGED**
 8 **with the undersigned's Chambers (NOT electronically filed) no later than fourteen (14)**
 9 **calendar days prior to the conference.** Please 3-hole punch the document at the left side.

10 The Settlement Conference Statement need not be served on opposing counsel. The parties
 11 are encouraged, however, to exchange Settlement Conference Statements. If Settlement Conference
 12 Statements are exchanged, any party may submit an additional confidential settlement letter to the
 13 Court not to exceed three (3) pages. The contents of this confidential settlement letter will not be
 14 disclosed to the other parties.

15 The Settlement Conference Statement shall not exceed ten (10) pages of text and twenty (20)
 16 pages of exhibits and shall include the following:

- 17 1. A brief statement of the facts of the case.
- 18 2. A brief statement of the claims and defenses including, but not limited to, statutory or
 19 other grounds upon which the claims are founded, and a **candid** evaluation of the parties' likelihood
 20 of prevailing on the claims and defenses. The more candid the parties are, the more productive the
 21 conference will be.
- 22 3. A list of the key facts in dispute and a brief statement of the **specific** evidence
 23 relevant to a determination of those facts.
- 24 4. A summary of the proceedings to date and any pending motions.
- 25 5. An estimate of the cost and time to be expended for further discovery, pretrial and
 26 trial.
- 27 6. The relief sought, including an itemization of damages.
- 28

1 7. The party's position on settlement, including present demands and offers and a history
2 of past settlement discussions. The Court's time can best be used to assist the parties in completing
3 their negotiations, not in starting them. Accordingly, Plaintiff(s) must serve a demand in writing no
4 later than fourteen (14) days before the conference and Defendant(s) must respond in writing no
5 later than eight (8) days before the conference. The parties are urged to carefully evaluate their case
6 before taking a settlement position since extreme positions hinder the settlement process.

7 Settlement Conference Statements **may** be submitted on CD-ROM with hypertext links to
8 exhibits. Otherwise, the portion of exhibits on which the party relies shall be highlighted.

9 It is not unusual for the conference to last three (3) or more hours. Parties are encouraged to
10 participate and frankly discuss their case. Statements they make during the conference will not be
11 admissible at trial in the event the case does not settle. The parties should be prepared to discuss
12 such issues as:

- 13 1. Their settlement objectives.
- 14 2. Any impediments to settlement they perceive.
- 15 3. Whether they have enough information to discuss settlement. If not, what additional
16 information is needed?
- 17 4. The possibility of a creative resolution of the dispute.

18 The parties shall notify Chambers immediately at (415) 522-3691 if this case settles prior to
19 the date set for Settlement Conference. Counsel shall provide a copy of this order to each party who
20 will participate in the conference.

21 IT IS SO ORDERED.

22
23 Dated: March 28, 2008

24 
25 JOSEPH C. SPERO
26 United States Magistrate Judge
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